COMPLAINT FOR DAMAGES

Case 2:15-cv-00325-DDP-AJW $\,$ Document 1 $\,$ Filed 01/15/15 $\,$ Page 1 of 7 $\,$ Page ID #:1

predicated on its ownership of these designs and it spends a considerable amount of time and resources creating and obtaining top-quality, marketable and aesthetically-appealing designs. Customers of Plaintiff, including possibly Doe defendants named herein, take design samples with the understanding and agreement that they will only utilize Plaintiff to reproduce said design should they wish to do so, and will not seek to make minor changes to Plaintiff's proprietary work to reproduce the same elsewhere, yet use those design in furtherance of their business in violation of both their contractual agreement with Plaintiff and Plaintiff's copyrights. No other party is authorized to make sales of product bearing Plaintiff's proprietary design without express permission from Plaintiff. This action is brought to recover damages for direct, vicarious and contributory copyright infringement arising out of the misappropriation of Plaintiff's exclusive designs by the Defendants, and each of them.

JURISDICTION AND VENUE

- 1. This action arises under the Copyright Act of 1976, Title 17 U.S.C. §101 et seq.
- 15 | 2. This Court has federal question jurisdiction under 28 U.S.C. §§ 1331, 1338(a) and (b).
 - 3. Venue in this judicial district is proper under 28 U.S.C. §§ 1391(c) and 1400(a) in that this is the judicial district in which a substantial part of the acts and omissions giving rise to the claims occurred.

PARTIES

- 4. Unicolors, Inc. ("Plaintiff") is a corporation organized and existing under the laws of the State of California with its principal place of business located in the County of Los Angeles at 3251 East 26th Street, Vernon, CA 90058.
- 5. Plaintiff is informed and believes and thereon alleges that Defendant Rainbow USA, Inc. ("Rainbow") is, and at all times herein mentioned was, a corporation organized and existing under the laws of New York with its principal place of business located at 1000 Pennsylvania Avenue, Brooklyn, NY 11207, and is doing business in and with the state of California.

6 7

8

9 10

11

12 13

14

15

16 17

18

19

20

21 22

23

24 25

26

27 28 One") is, and at all times herein mentioned was, a limited liability company organized and existing under the laws of New York with its principal place of business located at 1450 Broadway, 21st Floor, New York, NY 10018, and is doing business in and with the state of California.

6. Plaintiff is informed and believes and thereon alleges that Defendant Just One LLC ("Just

- Named Defendants, and Does 1-20, may be collectively referred to as "Defendants."
- 8. Plaintiff is informed and believes and thereon alleges that some of Defendants Does 1 through 3, inclusive, are manufacturers and/or vendors of garments to Defendants, which Doe Defendants have manufactured and/or supplied and are manufacturing and/or supplying garments comprised of fabric printed with Plaintiff's copyrighted design(s) (as hereinafter defined) without Plaintiff's knowledge or consent or have contributed to said infringement. The true names, whether corporate, individual or otherwise, and capacities of defendants sued herein as Does 1 through 3 are presently unknown to Plaintiff at this time, and therefore, Plaintiff sues said defendants by such fictitious names. Plaintiff will seek leave to amend this complaint to allege their true names and capacities when the same have been ascertained. Plaintiff is informed and believes, and based thereon alleges, that each of defendants designated as a Doe is responsible in some manner for the events alleged herein and the damages caused thereby.
- Defendants Does 4 through 20, inclusive, are other parties not yet identified who have infringed Plaintiff's copyrights, have contributed to the infringement of Plaintiff's copyrights, or have engaged in one or more of the wrongful practices alleged herein. The true names, whether corporate, individual or otherwise, and capacities of defendants sued herein as Does 4 through 20 are presently unknown to Plaintiff at this time, and therefore, Plaintiff sues said defendants by such fictitious names. Plaintiff will seek leave to amend this complaint to allege their true names and capacities when the same have been ascertained.
- 10. Plaintiff is informed and believes and thereupon alleges that at all times relevant hereto each of Defendants acted in concert with each other, was the agent, affiliate, officer, director, manager, principal, alter-ego, and/or employee of the remaining defendants and was at all

times acting within the scope of such agency, affiliation, alter-ego relationship and/or employment; and actively participated in or subsequently rarified and adopted, or both, each and all of the acts or conducts alleged, with full knowledge of all the facts and circumstances, including without limitation to full knowledge of each and every wrongful conduct and Plaintiff's damages caused therefrom.

6

7

CLAIMS RELATED TO DESIGN

- 8 9
- ("Subject Design")(Exhibit A).

manufactured by or for Just One.

10

12. Plaintiff applied for a copyright from the United States Copyright Office for the Subject Design and was granted Registration No. VA 1-851-115 on December 14, 2012 (Exhibit B).

11. Plaintiff is the owner and author of a two-dimensional artwork called CMP1076(RT)

11 12

13. Plaintiff formatted the Subject Design for use on textiles, sampled the Subject Design, and negotiated sales of fabric bearing the Subject Design.

13 14

14. Plaintiff is informed and believes and thereon alleges that, without Plaintiff's authorization,

Defendants purchased, sold, manufactured, caused to be manufactured, imported and/or

15

16

distributed fabric and/or garments comprised of fabric featuring a design which is identical,

17

or substantially similar to, the Subject Design. A true and correct copy of such garments are attached hereto as Exhibit C. Said garments include but are not limited to garments sold by

18 19

Rainbow bearing the label "OPPA" and RN 124027, which indicates that the garments were

20

21

15. At relevant times Defendants, and each of them, owned and controlled retail stores.

22

Design were being offered for sale at Defendants' stores. Said garments were manufactured

Plaintiff's investigation revealed that garments comprised of fabric bearing the Subject

24

25

23

16. None of the aforementioned transactions were authorized by Plaintiff, and all were in violation of Plaintiff's intellectual property rights.

and/or imported under the direction of the Defendants, and each of them.

26

27 ///

///

28

|| ///

FIRST CLAIM FOR RELIEF

3

1

2

(For Copyright Infringement – Against all Defendants, and Each)

45

17. Plaintiff repeats, re-alleges, and incorporates herein by reference as though fully set forth, the allegations contained in the preceding and following paragraphs of this Complaint.

6

18. Plaintiff is informed and believes and thereon alleges that Defendants, and each of them, accessed the Subject Design through, without limitation, the following: (a) access to

7 8

Plaintiff's design library; (b) access to authorized or unauthorized reproductions in the

9

possession of other vendors and/or Doe Defendants; and (c) access to Plaintiff's strike-offs,

10

swatches, paper CADs and samples.

11

19. Plaintiff is informed and believes and thereon alleges that Defendants, and each of them,

12

infringed Plaintiff's copyright by importing, creating, making and/or developing directly infringing and/or derivative works from the Subject Design and by importing, producing,

13 14

distributing and/or selling infringing garments through a nationwide network of retail stores,

15

catalogues, and online websites.

16

20. Due to Defendants' acts of infringement, Plaintiff has suffered substantial damages to its

17

18

21. Due to Defendants' acts of infringement, Plaintiff has suffered general and special damages to its business in an amount to be established at trial.

Subject Design in an amount to be established at trial.

business in an amount to be established at trial.

19

20

21

22

23

24

25

26

27

28

///

22. Due to Defendants' acts of copyright infringement as alleged herein, Defendants, and each of them, have obtained direct and indirect profits they would not otherwise have realized but for their infringement of the Subject Design. As such, Plaintiff is entitled to disgorgement of Defendants' profits directly and indirectly attributable to Defendants' infringement of the

23. Plaintiff is informed and believes and thereon alleges that Defendants, and each of them, have committed acts of infringement alleged herein with actual or constructive knowledge of

Plaintiff's rights such that Plaintiff is entitled to a finding of willful infringement.

| | ///

SECOND CLAIM FOR RELIEF

(For Vicarious and/or Contributory Copyright Infringement – Against All Defendants)

- 24. Plaintiff repeats, re-alleges, and incorporates herein by reference as though fully set forth, the allegations contained in the preceding and following paragraphs of this Complaint.
- 25. Plaintiff is informed and believes and thereon alleges that Defendants, and each of them, knowingly induced, participated in, aided and abetted in and resultantly profited from the illegal reproduction, importation, purchase, distribution and/or sales of product featuring the Subject Design as alleged herein above.
- 26. Plaintiff is informed and believes and thereon alleges that Defendants, and each of them, are vicariously liable for the infringement alleged herein because they had the right and ability to supervise the infringing conduct and because they had a direct financial interest in the infringing product.
- 27. By reason of the Defendants', and each of their, acts of contributory and/or vicarious infringement as alleged above, Plaintiff has suffered and will continue to suffer substantial damages to its business in an amount to established at trial, as well as additional general and special damages in an amount to be established at trial.
- 28. Due to Defendants' acts of contributory and/or vicarious copyright infringement as alleged herein, Defendants, and each of them, have obtained direct and indirect profits they would have not otherwise realized but for their infringement of the Subject Design. As such, Plaintiff is entitled to disgorgement of Defendants' profits directly and indirectly attributable to Defendants' infringement of the Subject Design, an amount to be established at trial.
- 29. Plaintiff is informed and believes and thereon alleges that Defendants, and each of them, have committed acts of infringement alleged herein with actual or constructive knowledge of Plaintiff's rights such that Plaintiff is entitled to a finding of willful infringement.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for judgment against all Defendants as follows: